FOR OHF USE

LL1

2000
STATE OF ILLINOIS
DEPARTMENT OF PUBLIC AID
FINANCIAL AND STATISTICAL REPORT FOR
LONG-TERM CARE FACILITIES
(FISCAL YEAR 2000)

IMPORTANT NOTICE
THIS AGENCY IS REQUESTING DISCLOSURE OF INFORMATION THAT IS NECESSARY TO ACCOMPLISH THE STATUTORY PURPOSE AS OUTLINED IN 210 ILCS 45/3-208. DISCLOSURE OF THIS INFORMATION IS MANDATORY. FAILURE TO PROVIDE ANY INFORMATION ON OR BEFORE THE DUE DATE WILL RESULT IN CESSATION OF PROGRAM PAYMENTS. THIS FORM HAS BEEN APPROVED BY THE FORMS MANAGEMENT CENTER.

I. IDPH Facility ID Number: 0043596

Facility Name: MAGNOLIA WOOD HEALTH CARE CENTER

Address: 900 NORTH MARKET STREET (Number) WATSEKA (City) 60970 (Zip Code)

County: IROQUOIS

Telephone Number: (815) 432-5261 **Fax #** (815) 432-5268

IDPA ID Number: 830320180003

Date of Initial License for Current Owners: 02/07/98

Type of Ownership:

	VOLUNTARY,NON-PROFIT	X	PROPRIETARY		GOVERNMENTAL
	Charitable Corp.		Individual		State
	Trust		Partnership		County
IRS Exemption Code			Corporation		Other
			"Sub-S" Corp.		
		X	Limited Liability Co.		
			Trust		
			Other		

In the event there are further questions about this report, please contact:
Name: JEFFREY E. BOLAND **Telephone Number:** (717) 213-3125

II. CERTIFICATION BY AUTHORIZED FACILITY OFFICER

I have examined the contents of the accompanying report to the State of Illinois, for the period from 01/01/00 to 12/31/00 and certify to the best of my knowledge and belief that the said contents are true, accurate and complete statements in accordance with applicable instructions. Declaration of preparer (other than provider) is based on all information of which preparer has any knowledge.

Intentional misrepresentation or falsification of any information in this cost report may be punishable by fine and/or imprisonment.

Officer or Administrator of Provider

(Signed) _____ (Date)

(Type or Print Name) LARRY BONDS

(Title) PRESIDENT

Paid Preparer

(Signed) _____ (Date)

(Print Name and Title) JEFFREY E. BOLAND, DIRECTOR

(Firm Name & Address) ZA CONSULTING, LLC
305 NORTH FRONT ST. HARRISBURG, PA 17101

(Telephone) (717) 213-3125 Fax # (717) 233-4633

MAIL TO: OFFICE OF HEALTH FINANCE
ILLINOIS DEPARTMENT OF PUBLIC AID
201 S. Grand Avenue East
Springfield, IL 62763-0001 Phone # (217) 782-1630

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

III. STATISTICAL DATA

A. Licensure/certification level(s) of care; enter number of beds/bed days, (must agree with license). Date of change in licensed beds _____

	1 Beds at Beginning of Report Period	2 Licensure Level of Care	3 Beds at End of Report Period	4 Licensed Bed Days During Report Period	
1	13	Skilled (SNF)	13	4,758	1
2		Skilled Pediatric (SNF/PED)			2
3	63	Intermediate (ICF)			3
4		Intermediate/DD	63	23,058	4
5		Sheltered Care (SC)			5
6		ICF/DD 16 or Less			6
7	76	TOTALS	76	27,816	7

B. Census-For the entire report period.

	1 Level of Care	2 Patient Days by Level of Care and Primary Source of Payment: Public Aid Recipient	3 Private Pay	4 Other	5 Total	
8	SNF	297		2,497	2,794	8
9	SNF/PED					9
10	ICF	13,707	4,361		18,068	10
11	ICF/DD					11
12	SC					12
13	DD 16 OR LESS					13
14	TOTALS	14,004	4,361	2,497	20,862	14

C. Percent Occupancy. (Column 5, line 14 divided by total licensed bed days on line 7, column 4.) 75.00%

D. How many bed-hold days during this year were paid by Public Aid?
0 (Do not include bed-hold days in Section B.)

E. List all services provided by your facility for non-patients.
(E.g., day care, "meals on wheels", outpatient therapy)
NONE

F. Does the facility maintain a daily midnight census? YES

G. Do pages 3 & 4 include expenses for services or investments not directly related to patient care?
YES [ ] NO [X]

H. Does the BALANCE SHEET (page 17) reflect any non-care assets?
YES [ ] NO [X]

I. On what date did you start providing long term care at this location?
Date started 2/7/98

J. Was the facility purchased or leased after January 1, 1978?
YES [X] Date 2/7/98 NO [ ]

K. Was the facility certified for Medicare during the reporting year?
YES [X] NO [ ] If YES, enter number of beds certified 13 and days of care provided 2,497

Medicare Intermediary TRAILBLAZER HEALTH ENTERPRISES, LLC

IV. ACCOUNTING BASIS

ACCRUAL [X] MODIFIED CASH* [ ] CASH* [ ]

Is your fiscal year identical to your tax year? YES [X] NO [ ]

Tax Year: 12/31 Fiscal Year: 12/31

* All facilities other than governmental must report on the accrual basis.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CEN # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

V. COST CENTER EXPENSES (throughout the report, please round to the nearest dollar)

	Operating Expenses	Costs Per General Ledger Salary/Wage 1	Supplies 2	Other 3	Total 4	Reclass-ification 5	Reclassified Total 6	Adjust-ments 7	Adjusted Total 8	FOR OHF USE ONLY 9	10	
	A. General Services											
1	Dietary	84,239	5,121	12,926	102,286		102,286	(92)	102,194			1
2	Food Purchase		71,155		71,155		71,155		71,155			2
3	Housekeeping	57,594	8,996	73	66,663		66,663		66,663			3
4	Laundry	22,220	9,208	146	31,574		31,574		31,574			4
5	Heat and Other Utilities			42,197	42,197		42,197		42,197			5
6	Maintenance	24,004	1,767	21,275	47,046		47,046		47,046			6
7	Other (specify):*											7
8	**TOTAL General Services**	188,057	96,247	76,617	360,921		360,921	(92)	360,829			8
	B. Health Care and Programs											
9	Medical Director			6,000	6,000		6,000		6,000			9
10	Nursing and Medical Records	582,099	31,942	56,041	670,082		670,082	3,787	673,869			10
10a	Therapy		2,073	147,987	150,060		150,060		150,060			10a
11	Activities	39,638	1,304	1,723	42,665		42,665		42,665			11
12	Social Services	22,273		1,534	23,807		23,807	46	23,853			12
13	Nurse Aide Training											13
14	Program Transportation											14
15	Other (specify):*											15
16	**TOTAL Health Care and Programs**	644,010	35,319	213,285	892,614		892,614	3,833	896,447			16
	C. General Administration											
17	Administrative		1,950	87,670	89,620		89,620	13,395	103,015			17
18	Directors Fees											18
19	Professional Services			1,083	1,083		1,083	26,923	28,006			19
20	Dues, Fees, Subscriptions & Promotions			11,523	11,523		11,523	(6,982)	4,541			20
21	Clerical & General Office Expenses	24,482	5,375	17,771	47,628		47,628	35,234	82,862			21
22	Employee Benefits & Payroll Taxes			85,498	85,498		85,498	58,713	144,211			22
23	Inservice Training & Education											23
24	Travel and Seminar			4,252	4,252		4,252	2,966	7,218			24
25	Other Admin. Staff Transportation											25
26	Insurance-Prop.Liab.Malpractice			35,224	35,224		35,224	17,925	53,149			26
27	Other (specify):*											27
28	**TOTAL General Administration**	24,482	7,325	243,021	274,828		274,828	148,174	423,002			28
29	**TOTAL Operating Expense (sum of lines 8, 16 & 28)**	856,549	138,891	532,923	1,528,363		1,528,363	151,915	1,680,278			29

***Attach a schedule if more than one type of cost is included on this line, or if the total exceeds $1000.**

NOTE: Include a separate schedule detailing the reclassifications made in column 5. Be sure to include a detailed explanation of each reclassification.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER #0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

V. COST CENTER EXPENSES (continued)

	Capital Expense	Cost Per General Ledger				Reclass-ification	Reclassified Total	Adjust-ments	Adjusted Total	FOR OHF USE ONLY		
		Salary/Wage	Supplies	Other	Total							
	D. Ownership	1	2	3	4	5	6	7	8	9	10	
30	Depreciation			45,493	45,493		45,493		45,493			30
31	Amortization of Pre-Op. & Org.			309,172	309,172		309,172	(298,269)	10,903			31
32	Interest			350,445	350,445		350,445		350,445			32
33	Real Estate Taxes			25,580	25,580		25,580		25,580			33
34	Rent-Facility & Grounds											34
35	Rent-Equipment & Vehicles			15,695	15,695		15,695		15,695			35
36	Other (specify):* MTG GUARANTEE			72,076	72,076		72,076		72,076			36
37	**TOTAL Ownership**			818,461	818,461		818,461	(298,269)	520,192			37
	Ancillary Expense											
	E. Special Cost Centers											
38	Medically Necessary Transportation											38
39	Ancillary Service Centers		44,294	52,145	96,439		96,439		96,439			39
40	Barber and Beauty Shops											40
41	Coffee and Gift Shops											41
42	Provider Participation Fee			41,724	41,724		41,724		41,724			42
43	Other (specify):*											43
44	**TOTAL Special Cost Centers**		44,294	93,869	138,163		138,163		138,163			44
45	**GRAND TOTAL COST (sum of lines 29, 37 & 44)**	856,549	183,185	1,445,253	2,484,987		2,484,987	(146,354)	2,338,633			45

***Attach a schedule if more than one type of cost is included on this line, or if the total exceeds $1000.**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VI. ADJUSTMENT DETAIL

A. The expenses indicated below are non-allowable and should be adjusted out of Schedule V, pages 3 or 4 via column 7. In column 2 below, reference the line on which the particular cost was included. (See instructions.)

	NON-ALLOWABLE EXPENSES	1 Amount	2 Refer-ence	3 OHF USE ONLY	
1	Day Care	$		$	1
2	Other Care for Outpatients				2
3	Governmental Sponsored Special Programs				3
4	Non-Patient Meals	(92)	1		4
5	Telephone, TV & Radio in Resident Rooms				5
6	Rented Facility Space				6
7	Sale of Supplies to Non-Patients				7
8	Laundry for Non-Patients				8
9	Non-Straightline Depreciation				9
10	Interest and Other Investment Income				10
11	Discounts, Allowances, Rebates & Refunds				11
12	Non-Working Officer's or Owner's Salary				12
13	Sales Tax				13
14	Non-Care Related Interest				14
15	Non-Care Related Owner's Transactions				15
16	Personal Expenses (Including Transportation)				16
17	Non-Care Related Fees				17
18	Fines and Penalties				18
19	Entertainment				19
20	Contributions				20
21	Owner or Key-Man Insurance				21
22	Special Legal Fees & Legal Retainers				22
23	Malpractice Insurance for Individuals				23
24	Bad Debt				24
25	Fund Raising, Advertising and Promotional				25
26	Income Taxes and Illinois Personal Property Replacement Tax				26
27	Nurse Aide Training for Non-Employees				27
28	Yellow Page Advertising				28
29	Other-Attach Schedule	(312,179)	VAR		29
30	**SUBTOTAL (A): (Sum of lines 1-29)**	$ (312,271)		$	30

OHF USE ONLY								
48		49		50		51		52

B. If there are expenses experienced by the facility which do not appear in the general ledger, they should be entered below.(See instructions.)

		1 Amount	2 Reference	
31	Non-Paid Workers-Attach Schedule*	$		31
32	Donated Goods-Attach Schedule*			32
33	Amortization of Organization & Pre-Operating Expense			33
34	Adjustments for Related Organization Costs (Schedule VII)	165,917	VAR	34
35	Other- Attach Schedule			35
36	**SUBTOTAL (B): (sum of lines 31-35)**	$ 165,917		36
37	**TOTAL ADJUSTMENTS (sum of SUBTOTALS (A) and (B))**	$ (146,354)		37

***These costs are only allowable if they are necessary to meet minimum licensing standards. Attach a schedule detailing the items included on these lines.**

C. Are the following expenses included in Sections A to D of pages 3 and 4? If so, they should be reclassified into Section E. Please reference the line on which they appear before reclassification. (See instructions.)

		1 Yes	2 No	3 Amount	4 Reference	
38	Medically Necessary Transport.		X	$		38
39						39
40	Gift and Coffee Shops		X			40
41	Barber and Beauty Shops		X			41
42	Laboratory and Radiology		X			42
43	Prescription Drugs		X			43
44	Exceptional Care Program		X			44
45	Other-Attach Schedule		X			45
46	Other-Attach Schedule		X			46
47	**TOTAL (C): (sum of lines 38-46)**			$		47

STATE OF ILLINOIS

MAGNOLIA WOOD HEALTH CARE CENTER

ID# 0043596

Report Period Beginning: 01/01/00

Ending: 12/31/00

	NON-ALLOWABLE EXPENSES	Amount	Sch. V Line Reference	
1	MISCELLANEOUS REVENUE	$ (400)	21	1
2	AMORT - GOODWILL	(298,269)	31	2
3	BUSINESS MEALS	(362)	21	3
4	BANK CHARGES	(142)	21	4
5	PRIOR YEAR EXPENSE	(500)	21	5
6	FINES/PENALTIES	(524)	21	6
7	EXTRAORDINARY ITEMS	(5,000)	21	7
8	ADVERTISING PUBLIC RELATIONS	(6,982)	20	8
9				9
10				10
11				11
12				12
13				13
14				14
15				15
16				16
17				17
18				18
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85				85
86				86
87				87
88				88
89				89
90	**Total**	(312,179)		90

STATE OF ILLINOIS — Summary A

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER **#** 0043596 **Report Period Beginning:** 01/01/00 **Ending:** 12/31/00

SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

	Operating Expenses	PAGES	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	PAGE	SUMMARY TOTALS	
	A. General Services	5 & 5A	6	6A	6B	6C	6D	6E	6F	6G	6H	6I	(to Sch V, col.7)	
1	Dietary	(92)	0	0	0	0	0	0	0	0	0	0	(92)	1
2	Food Purchase	0	0	0	0	0	0	0	0	0	0	0	0	2
3	Housekeeping	0	0	0	0	0	0	0	0	0	0	0	0	3
4	Laundry	0	0	0	0	0	0	0	0	0	0	0	0	4
5	Heat and Other Utilities	0	0	0	0	0	0	0	0	0	0	0	0	5
6	Maintenance	0	0	0	0	0	0	0	0	0	0	0	0	6
7	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	7
8	**TOTAL General Services**	(92)	0	0	0	0	0	0	0	0	0	0	(92)	8
	B. Health Care and Programs													
9	Medical Director	0	0	0	0	0	0	0	0	0	0	0	0	9
10	Nursing and Medical Records	0	3,787	0	0	0	0	0	0	0	0	0	3,787	10
10a	Therapy	0	0	0	0	0	0	0	0	0	0	0	0	10a
11	Activities	0	0	0	0	0	0	0	0	0	0	0	0	11
12	Social Services	0	46	0	0	0	0	0	0	0	0	0	46	12
13	Nurse Aide Training	0	0	0	0	0	0	0	0	0	0	0	0	13
14	Program Transportation	0	0	0	0	0	0	0	0	0	0	0	0	14
15	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	15
16	**TOTAL Health Care and Programs**	0	3,833	0	0	0	0	0	0	0	0	0	3,833	16
	C. General Administration													
17	Administrative	0	13,395	0	0	0	0	0	0	0	0	0	13,395	17
18	Directors Fees	0	0	0	0	0	0	0	0	0	0	0	0	18
19	Professional Services	0	0	26,923	0	0	0	0	0	0	0	0	26,923	19
20	Fees, Subscriptions & Promotions	(6,982)	0	0	0	0	0	0	0	0	0	0	(6,982)	20
21	Clerical & General Office Expenses	(6,928)	1,678	40,484	0	0	0	0	0	0	0	0	35,234	21
22	Employee Benefits & Payroll Taxes	0	0	58,713	0	0	0	0	0	0	0	0	58,713	22
23	Inservice Training & Education	0	0	0	0	0	0	0	0	0	0	0	0	23
24	Travel and Seminar	0	2,966	0	0	0	0	0	0	0	0	0	2,966	24
25	Other Admin. Staff Transportation	0	0	0	0	0	0	0	0	0	0	0	0	25
26	Insurance-Prop.Liab.Malpractice	0	0	17,925	0	0	0	0	0	0	0	0	17,925	26
27	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	27
28	**TOTAL General Administration**	(13,910)	18,039	144,045	0	0	0	0	0	0	0	0	148,174	28
29	**TOTAL Operating Expense (sum of lines 8,16 & 28)**	(14,002)	21,872	144,045	0	0	0	0	0	0	0	0	151,915	29

STATE OF ILLINOIS

Summary B

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 **Report Period Beginning:** 01/01/00 **Ending:** 12/31/00

SUMMARY OF PAGES 5, 5A, 6, 6A, 6B, 6C, 6D, 6E, 6F, 6G, 6H AND 6I

	Capital Expense	PAGES 5 & 5A	PAGE 6	PAGE 6A	PAGE 6B	PAGE 6C	PAGE 6D	PAGE 6E	PAGE 6F	PAGE 6G	PAGE 6H	PAGE 6I	SUMMARY TOTALS (to Sch V, col.7)	
	D. Ownership													
30	Depreciation	0	0	0	0	0	0	0	0	0	0	0	0	30
31	Amortization of Pre-Op. & Org.	(298,269)	0	0	0	0	0	0	0	0	0	0	(298,269)	31
32	Interest	0	0	0	0	0	0	0	0	0	0	0	0	32
33	Real Estate Taxes	0	0	0	0	0	0	0	0	0	0	0	0	33
34	Rent-Facility & Grounds	0	0	0	0	0	0	0	0	0	0	0	0	34
35	Rent-Equipment & Vehicles	0	0	0	0	0	0	0	0	0	0	0	0	35
36	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	36
37	**TOTAL Ownership**	(298,269)	0	0	0	0	0	0	0	0	0	0	(298,269)	37
	Ancillary Expense													
	E. Special Cost Centers													
38	Medically Necessary Transportation	0	0	0	0	0	0	0	0	0	0	0	0	38
39	Ancillary Service Centers	0	0	0	0	0	0	0	0	0	0	0	0	39
40	Barber and Beauty Shops	0	0	0	0	0	0	0	0	0	0	0	0	40
41	Coffee and Gift Shops	0	0	0	0	0	0	0	0	0	0	0	0	41
42	Provider Participation Fee	0	0	0	0	0	0	0	0	0	0	0	0	42
43	Other (specify):*	0	0	0	0	0	0	0	0	0	0	0	0	43
44	**TOTAL Special Cost Centers**	0	0	0	0	0	0	0	0	0	0	0	0	44
45	**GRAND TOTAL COST (sum of lines 29, 37 & 44)**	(312,271)	21,872	144,045	0	0	0	0	0	0	0	0	(146,354)	45

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VII. RELATED PARTIES

A. Enter below the names of ALL owners and related organizations (parties) as defined in the instructions. Attach an additional schedule if necessary.

1 OWNERS		2 RELATED NURSING HOMES		3 OTHER RELATED BUSINESS ENTITIES		
Name	Ownership %	Name	City	Name	City	Type of Business
SEE ATTACHED LIST		SEE ATTACHED LIST		EDEN & ASSOC , INC	WILSON, WY	CONSULTING

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth. [X] YES [ ] NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

1 Schedule V		2 Line	3 Cost Per General Ledger Item	4 Amount	5 Cost to Related Organization Name of Related Organization	6 Percent of Ownership	7 Operating Cost of Related Organization	8 Difference: Adjustments for Related Organization Costs (7 minus 4)	
1	V	10	Contract Services - RN	$	Senior Living Properties, LLC	100.00%	$ 403	$ 403	1
2	V	10	Contract Services - RN		Senior Living Properties, LLC	100.00%	1,547	1,547	2
3	V	10	Contract Services - RN		Senior Living Properties, LLC	100.00%	1,837	1,837	3
4	V	12	Social Services Consultant	1,534	Senior Living Properties, LLC	100.00%	1,580	46	4
5	V	17	Contract Services - Business Office	27,982	Senior Living Properties, LLC	100.00%	36,785	8,803	5
6	V	17	Contract Services - Administrator	59,687	Senior Living Properties, LLC	100.00%	64,279	4,592	6
7	V	24	Travel	3,494	Senior Living Properties, LLC	100.00%	6,322	2,828	7
8	V	21	Business Meals	362	Senior Living Properties, LLC	100.00%	616	254	8
9	V	24	Seminars	758	Senior Living Properties, LLC	100.00%	896	138	9
10	V	21	Office Supplies	3,575	Senior Living Properties, LLC	100.00%	3,951	376	10
11	V	21	Supplies		Senior Living Properties, LLC	100.00%	73	73	11
12	V	21	Postage	1,799	Senior Living Properties, LLC	100.00%	1,813	14	12
13	V	21	Telephone	9,160	Senior Living Properties, LLC	100.00%	10,121	961	13
14	Total			$ 108,351			$ 130,223	$ * 21,872	14

* Total must agree with the amount recorded on line 34 of Schedule VI.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VII. RELATED PARTIES (continued)

B. Are any costs included in this report which are a result of transactions with related organizations? This includes rent, management fees, purchase of supplies, and so forth. [X] YES [ ] NO

If yes, costs incurred as a result of transactions with related organizations must be fully itemized in accordance with the instructions for determining costs as specified for this form.

1 Schedule V		2 Line	3 Cost Per General Ledger Item	4 Amount	5 Cost to Related Organization Name of Related Organization	6 Percent of Ownership	7 Operating Cost of Related Organization	8 Difference: Adjustments for Related Organization Costs (7 minus 4)	
15	V	21	EDP Services	$	Senior Living Properties, LLC	100.00%	$ 4,264	$ 4,264	15
16	V	19	Legal Fees	1,083	Senior Living Properties, LLC	100.00%	10,413	9,330	16
17	V	19	Accounting Fees		Senior Living Properties, LLC	100.00%	17,593	17,593	17
18	V	26	Insurance - General Liability	25,116	Senior Living Properties, LLC	100.00%	28,298	3,182	18
19	V	26	Insurance - Property & Contents	9,908	Senior Living Properties, LLC	100.00%	24,519	14,611	19
20	V	26	Insurance - Other	200	Senior Living Properties, LLC	100.00%	332	132	20
21	V	22	Workers Compensation Claims	18,554	Senior Living Properties, LLC	100.00%	63,310	44,756	21
22	V	22	Health & Dental Insurance		Senior Living Properties, LLC	100.00%	13,957	13,957	22
23	V	21	Management Fees		Senior Living Properties, LLC	100.00%	36,220	36,220	23
24	V								24
25	V								25
26	V								26
27	V								27
28	V								28
29	V								29
30	V								30
31	V								31
32	V								32
33	V								33
34	V								34
35	V								35
36	V								36
37	V								37
38	V								38
39	Total			$ 54,861			$ 198,906	$ * 144,045	39

*** Total must agree with the amount recorded on line 34 of Schedule VI.**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CEN # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VII. RELATED PARTIES (continued)

C. Statement of Compensation and Other Payments to Owners, Relatives and Members of Board of Directors.

NOTE: ALL owners (even those with less than 5% ownership) and their relatives who receive any type of compensation from this home must be listed on this schedule.

	1	2	3	4	5	6		7		8	
	Name	Title	Function	Ownership Interest	Compensation Received From Other Nursing Homes*	Average Hours Per Work Week Devoted to this Facility and % of Total Work Week		Compensation Included in Costs for this Reporting Period**		Schedule V. Line & Column Reference	
						Hours	Percent	Description	Amount		
1									$		1
2											2
3											3
4											4
5											5
6											6
7											7
8											8
9											9
10											10
11											11
12											12
13								TOTAL	$		13

*** If the owner(s) of this facility or any other related parties listed above have received compensation from other nursing homes, attach a schedule detailing the name(s) of the home(s) as well as the amount paid. THIS AMOUNT MUST AGREE TO THE AMOUNTS CLAIMED ON THE THE OTHER NURSING HOMES' COST REPORTS.**

**** This must include all forms of compensation paid by related entities and allocated to Schedule V of this report (i.e., management fees). FAILURE TO PROPERLY COMPLETE THIS SCHEDULE INDICATING ALL FORMS OF COMPENSATION RECEIVED FROM THIS HOME, ALL OTHER NURSING HOMES AND MANAGEMENT COMPANIES MAY RESULT IN THE DISALLOWANCE OF SUCH COMPENSATION**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES [X] NO [ ]

B. Show the allocation of costs below. If necessary, please attach worksheets.

Name of Related Organization: Senior Living Properties, LLC
Street Address: 3395 North Pines Drive, Suite 102
City / State / Zip Code: Wilson, Wyoming 83014
Phone Number: ((307) 739-1209
Fax Number: ((307) 739-1217

	1 Schedule V Line Reference	2 Item	3 Unit of Allocation (i.e.,Days, Direct Cost, Square Feet)	4 Total Units	5 Number of Subunits Being Allocated Among	6 Total Indirect Cost Being Allocated	7 Amount of Salary Cost Contained in Column 6	8 Facility Units	9 Allocation (col.8/col.4)x col.6	
1	10	Contract Services - RN	Resident Days (IL Only)	675,434	31	$ 13,034	$	20,862	$ 403	1
2	10	Contract Services - RN	Resident Days (IL Only)	675,434	31	50,078		20,862	1,547	2
3	10	Contract Services - RN	Resident Days (IL Only)	675,434	31	59,476		20,862	1,837	3
4	12	Social Services Consultant	Resident Days (IL Only)	675,434	31	1,475		20,862	46	4
5	17	Contract Services - Business Offic	Resident Days (Total)	1,728,555	88	729,382		20,862	8,803	5
6	17	Contract Services - Administrator	Resident Days (IL Only)	675,434	31	148,670		20,862	4,592	6
7	24	Travel	Resident Days (IL Only)	675,434	31	91,552		20,862	2,828	7
8	21	Business Meals	Resident Days (IL Only)	675,434	31	8,225		20,862	254	8
9	24	Seminars	Resident Days (IL Only)	675,434	31	4,452		20,862	138	9
10	21	Office Supplies	Resident Days (IL Only)	675,434	31	12,185		20,862	376	10
11	21	Supplies	Resident Days (IL Only)	675,434	31	2,350		20,862	73	11
12	21	Postage	Resident Days (IL Only)	675,434	31	466		20,862	14	12
13	21	Telephone	Resident Days (IL Only)	675,434	31	31,125		20,862	961	13
14	21	EDP Services	Resident Days (IL Only)	675,434	31	138,040		20,862	4,264	14
15	19	Legal Fees	Resident Days (Total)	1,728,555	88	737,379		20,862	8,899	15
16	19	Accounting Fees	Resident Days (Total)	1,728,555	88	1,457,713		20,862	17,593	16
17	26	Insurance - General Liability	Resident Days (Total)	1,728,555	88	263,635		20,862	3,182	17
18	26	Insurance - Property & Contents	Resident Days (Total)	1,728,555	88	1,210,642		20,862	14,611	18
19	26	Insurance - Other	Resident Days (Total)	1,728,555	88	10,924		20,862	132	19
20	22	Workers Compensation Claims	Resident Days (Total)	1,728,555	88	330,015		20,862	3,983	20
21	22	Health & Dental Insurance	Resident Days (Total)	1,728,555	88	1,156,469		20,862	13,957	21
22	21	Management Fees	Resident Days (Total)	1,728,555	88	1,721,509		20,862	20,777	22
23	19	Legal Fees	Resident Days (IL Only)	675,434	31	13,948		20,862	431	23
24	22	Workers Compensation Claims	Resident Days (IL Only)	675,434	31	1,320,062		20,862	40,773	24
25	TOTALS					$ 9,512,806	$		$ 150,474	25

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

VIII. ALLOCATION OF INDIRECT COSTS

A. Are there any costs included in this report which were derived from allocations of central office or parent organization costs? (See instructions.) YES [X] NO [ ]

B. Show the allocation of costs below. If necessary, please attach worksheets.

Name of Related Organization: Senior Living Properties, LLC
Street Address: 3395 North Pines Drive, Suite 102
City / State / Zip Code: Wilson, Wyoming 83014
Phone Number: ((307) 739-1209
Fax Number: ((307) 739-1217

	1 Schedule V Line Reference	2 Item	3 Unit of Allocation (i.e.,Days, Direct Cost, Square Feet)	4 Total Units	5 Number of Subunits Being Allocated Among	6 Total Indirect Cost Being Allocated	7 Amount of Salary Cost Contained in Column 6	8 Facility Units	9 Allocation (col.8/col.4)x col.6	
1	21	Management Fees	Resident Days (IL Only)	675,434	31	$ 500,000	$	20,862	$ 15,443	1
2										2
3										3
4										4
5										5
6										6
7										7
8										8
9										9
10										10
11										11
12										12
13										13
14										14
15										15
16										16
17										17
18										18
19										19
20										20
21										21
22										22
23										23
24										24
25	TOTALS					$ 500,000	$		$ 15,443	25

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CEN' # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE

A. Interest: (Complete details must be provided for each loan - attach a separate schedule if necessary.)

	1	2		3	4	5	6	7	8	9	10	
	Name of Lender	Related** YES	Related** NO	Purpose of Loan	Monthly Payment Required	Date of Note	Amount of Note Original	Amount of Note Balance	Maturity Date	Interest Rate (4 Digits)	Reporting Period Interest Expense	
	A. Directly Facility Related Long-Term											
1	GMAC COMM MORT CORP		X	ACQUISITION	$27,730.00	2/6/98	$ 3,954,322	$ 3,701,689	2/1/08	0.0681	$ 266,900	1
2	CCS NOTE		X	ACQUISITION	$1,021.00	2/6/98	174,970	174,970	2/6/08	0.0700	23,518	2
3	SEE ATTACHED		X	ACQUISITION	$1,021.00	2/6/98	174,970	174,970	2/6/08	0.0700	23,518	3
4												4
5												5
	Working Capital											
6	HEALTH CARE FINANCIAL PARTI		X	WORKING CAPITAL	NONE	2/6/98	50,655	74,322	DEMAND	PRIME + 2%	36,509	6
7												7
8												8
9	TOTAL Facility Related				$29,772.00		$ 4,354,917	$ 4,125,951			$ 350,445	9
	B. Non-Facility Related*											
10												10
11												11
12												12
13												13
14	TOTAL Non-Facility Related						$	$			$	14
15	TOTALS (line 9+line14)						$ 4,354,917	$ 4,125,951			$ 350,445	15

* Any interest expense reported in this section should be adjusted out on page 5, line 14 and, consequently, page 4, col. 7. (See instructions.)

** If there is ANY overlap in ownership between the facility and the lender, this must be indicated in column 2. (See instructions.)

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

IX. INTEREST EXPENSE AND REAL ESTATE TAX EXPENSE (continued)

B. Real Estate Taxes

1. Real Estate Tax accrual used on 1999 report.	$	22,672	1
2. Real Estate Taxes paid during the year: (Indicate the tax year to which this payment applies. If payment covers more than one year, detail below.)	$	25,500	2
3. Under or (over) accrual (line 2 minus line 1).	$	2,828	3
4. Real Estate Tax accrual used for 2000 report. (Detail and explain your calculation of this accrual on the lines below.)	$	22,752	4
5. Direct costs of an appeal of tax assessments which has NOT been included in professional fees or other general operating costs on Schedule V, sections A, B or C. **(Describe appeal cost below. Attach copies of invoices to support the cost and a copy of the appeal filed with the county.)**	$		5
6. Subtract a refund of real estate taxes used previously to calculate a payment rate. You must offset the full amount of any direct appeal costs classified as a real estate tax cost plus one-half of any remaining refund. **TOTAL REFUND $ For 19 Tax Year.** **(Attach a copy of the real estate tax appeal board's decision.)**	$		6
7. Real Estate Tax expense reported on Schedule V, line 33. This should be a combination of lines 3 thru 6.	$	25,580	7

Real Estate Tax History:

Real Estate Tax Bill for Calendar Year:			
	1995	31,123	8
	1996	29,305	9
	1997	29,391	10
	1998	30,002	11
	1999	25,500	12

FOR OHF USE ONLY

13	FROM R. E. TAX STATEMENT FOR 1999	$	13
14	PLUS APPEAL COST FROM LINE 5	$	14
15	LESS REFUND FROM LINE 6	$	15
16	AMOUNT TO USE FOR RATE CALCULATION	$	16

NOTES:

1. **Please indicate a negative number by use of brackets( ). Deduct any overaccrual of taxes from prior year.**
2. **If facility is a non-profit which pays real estate taxes, you must attach a denial of an application for real estate tax exemption unless the building is rented from a for-profit entity.**
   This denial must be no more than four years old at the time the cost report is filed.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

X. BUILDING AND GENERAL INFORMATION:

A. Square Feet: 16,089 B. General Construction Type: Exterior BRICK Frame WOOD Number of Stories 1

C. Does the Operating Entity? [X] (a) Own the Facility [ ] (b) Rent from a Related Organization. [ ] (c) Rent from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI. Those checking (c) may complete Schedule XI or Schedule XII-A. See instructions.

D. Does the Operating Entity? [X] (a) Own the Equipment [ ] (b) Rent equipment from a Related Organization. [ ] (c) Rent equipment from Completely Unrelated Organization.

(Facilities checking (a) or (b) must complete Schedule XI-C. Those checking (c) may complete Schedule XI-C or Schedule XII-B. See instructions.

E. List all other business entities owned by this operating entity or related to the operating entity that are located on or adjacent to this nursing home's grounds (such as, but not limited to, apartments, assisted living facilities, day training facilities, day care, independent living facilities, nurse aide training facilities, etc.) List entity name, type of business, square footage, and number of beds/units available (where applicable)

F. Does this cost report reflect any organization or pre-operating costs which are being amortized? [ ] YES [X] NO
If so, please complete the following:

1. Total Amount Incurred: 2. Number of Years Over Which it is Being Amortized:

3. Current Period Amortization: 4. Dates Incurred:

Nature of Costs:
(Attach a complete schedule detailing the total amount of organization and pre-operating costs.)

XI. OWNERSHIP COSTS:

A. Land.

	1 Use	2 Square Feet	3 Year Acquired	4 Cost	
1	FACILITY	98,881	1998	$ 21,462	1
2					2
3	TOTALS	98,881		$ 21,462	3

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XI. OWNERSHIP COSTS (continued)

B. Building Depreciation-Including Fixed Equipment. (See instructions.) Round all numbers to nearest dollar

	1 Beds*	FOR OHF USE ONLY	2 Year Acquired	3 Year Constructed	4 Cost	5 Current Book Depreciation	6 Life in Years	7 Straight Line Depreciation	8 Adjustments	9 Accumulated Depreciation	
4	76		1998	1969	$ 805,098	$ 26,837	30	$ 26,837	$	$ 78,273	4
5											5
6											6
7											7
8											8
	Improvement Type**										
9	Interior Paint			1998	41	8	5	8		18	9
10	Paint			1998	104	21	5	21		45	10
11	Carpet Admin -O			1998	360	72	5	72		162	11
12	Install Tile			1998	650	65	10	65		135	12
13	Carpet Admin -O			1998	895	179	5	179		403	13
14	Painting Labor			1998	1,386	277	5	277		601	14
15	Painting Labor			1998	1,500	300	5	300		675	15
16	Steel Door Install			1998	1,804	90	20	90		210	16
17	Alarm System			1998	2,581	258	10	258		602	17
18	Install Fire Alarm			1998	2,873	287	10	287		623	18
19	Painting			1998	2,893	579	5	579		1,205	19
20	Tile & Cov Base			1998	5,593	280	20	280		606	20
21											21
22	Signage			1998	464	46	10	46		120	22
23	Land Improvement (Purchase Price)			1998	8,956	597	15	597		1,741	23
24	Paint-Borders			1999	469	94	5	94		180	24
25	Roof to Cover Patio			1999	3,071	307	10	307		589	25
26	Paint Trim			1999	524	105	5	105		201	26
27	Painting			1999	304	61	5	61		111	27
28	Install Tile			1999	1,109	55	20	55		102	28
29	shutters			1999	600	40	15	40		73	29
30	Nurses Call Battery Backup			1999	1,177	118	10	118		206	30
31	Light Fixtures			1999	1,390	139	10	139		243	31
32	Pave Parking Lot			1999	6,684	334	20	334		668	32
33											33
34											34
35											35
36	TOTAL (lines 4 thru 35)				$ 850,526	$ 31,149		$ 31,149	$	$ 87,792	36

*Total beds on this schedule must agree with page 2.

**Improvement type must be detailed in order for the cost report to be considered complete.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XI. OWNERSHIP COSTS (continued)

C. Equipment Depreciation-Excluding Transportation. (See instructions.)

	Category of Equipment	1 Cost	Current Book Depreciation 2	Straight Line Depreciation 3	4 Adjustments	Component Life 5	Accumulated Depreciation 6	
37	Purchased in Prior Years	$ 91,495	$ 13,524	$ 13,524	$	VARIOUS	$ 33,531	37
38	Current Year Purchases	3,610	120	120		VARIOUS	120	38
39	Fully Depreciated Assets							39
40								40
41	TOTALS	$ 95,105	$ 13,644	$ 13,644	$		$ 33,651	41

D. Vehicle Depreciation (See instructions.)*

	1 Use	Model, Make and Year 2	Year Acquired 3	4 Cost	Current Book Depreciation 5	Straight Line Depreciation 6	7 Adjustments	Life in Years 8	Accumulated Depreciation 9	
42	VEHICLE - VAN		2000	$ 10,500	$ 700	$ 700	$	5	$ 700	42
43										43
44										44
45										45
46	TOTALS			$ 10,500	$ 700	$ 700	$		$ 700	46

E. Summary of Care-Related Assets

		1 Reference	2 Amount		
47	Total Historical Cost	(line 3,col.4 + line 36,col.4 + line 41,col.1 + line 46,col.4)	$ 977,593	47	
48	Current Book Depreciation	(line 36,col.5 + line 41,col.2 + line 46,col.5)	$ 45,493	48	
49	Straight Line Depreciation	(line 36,col.7 + line 41,col.3 + line 46,col.6)	$ 45,493	49	**
50	Adjustments	(line 36,col.8 + line 41,col.4 + line 46,col.7)	$	50	
51	Accumulated Depreciation	(line 36,col.9 + line 41,col.6 + line 46,col.9)	$ 122,143	51	

F. Depreciable Non-Care Assets Included in General Ledger. (See instructions.)

	1 Description & Year Acquired	2 Cost	Current Book Depreciation 3	Accumulated Depreciation 4	
52		$	$	$	52
53					53
54					54
55					55
56					56
57	TOTALS	$	$	$	57

G. Construction-in-Progress

	Description	Cost	
58		$	58
59			59
60			60
61		$	61

* Vehicles used to transport residents to & from day training must be recorded in XI-F, not XI-D.

** This must agree with Schedule V line 30, column 8.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XII. RENTAL COSTS

A. Building and Fixed Equipment (See instructions.)

1. Name of Party Holding Lease: NOT APPLICABLE

2. Does the facility also pay real estate taxes in addition to rental amount shown below on line 7, column 4?
If NO, see instructions. [X] YES [ ] NO

		1 Year Constructed	2 Number of Beds	3 Date of Lease	4 Rental Amount	5 Total Years of Lease	6 Total Years Renewal Option*	
3	Original Building:				$			3
4	Additions							4
5					NOT APPLICABLE			5
6								6
7	TOTAL				$ **			7

8. List separately any amortization of lease expense included on page 4, line 34.
This amount was calculated by dividing the total amount to be amortized by the length of the lease ____.

9. Option to Buy: [ ] YES [X] NO Terms: NOT APPLICABLE *

10. Effective dates of current rental agreement:
Beginning ____
Ending ____

11. Rent to be paid in future years under the current rental agreement:

	Fiscal Year Ending	Annual Rent
12.	/2001	$
13.	/2002	$
14.	/2003	$

B. Equipment-Excluding Transportation and Fixed Equipment. (See instructions.)

15. Is Movable equipment rental included in building rental? [ ] YES [X] NO

16. Rental Amount for movable equipment: $ 11,964 Description: DISHWASHER - $245; COPIER - $98; SCAFFOLDING TRUCK - $11,621
(Attach a schedule detailing the breakdown of movable equipment)

C. Vehicle Rental (See instructions.)

	1 Use	2 Model Year and Make	3 Monthly Lease Payment	4 Rental Expense for this Period	
17			$	$	17
18					18
19			NOT APPLICABLE		19
20					20
21	TOTAL		$	$	21

* If there is an option to buy the building, please provide complete details on attached schedule.

** This amount plus any amortization of lease expense must agree with page 4, line 34.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XIII. EXPENSES RELATING TO NURSE AIDE TRAINING PROGRAMS (See instructions.)

A. TYPE OF TRAINING PROGRAM (If aides are trained in another facility program, attach a schedule listing the facility name, address and cost per aide trained in that facility.)

1. HAVE YOU TRAINED AIDES DURING THIS REPORT PERIOD?
   - [ ] YES
   - [X] NO

   If "yes", please complete the remainder of this schedule. If "no", provide an explanation as to why this training was not necessary.

2. CLASSROOM PORTION:
   - IN-HOUSE PROGRAM [ ]
   - IN OTHER FACILITY [ ]
   - COMMUNITY COLLEGE [ ]
   - HOURS PER AIDE ____

3. CLINICAL PORTION:
   - IN-HOUSE PROGRAM [ ]
   - IN OTHER FACILITY [ ]
   - HOURS PER AIDE ____

B. EXPENSES

ALLOCATION OF COSTS (d)

		1	2	3	4
		Facility			
		Drop-outs	Completed	Contract	Total
1	Community College Tuition	$	$	$	$
2	Books and Supplies				
3	Classroom Wages (a)				
4	Clinical Wages (b)				
5	In-House Trainer Wages (c)				
6	Transportation				
7	Contractual Payments				
8	Nurse Aide Competency Tests				
9	TOTALS	$	$	$	$
10	SUM OF line 9, col. 1 and 2 (e)	$			

C. CONTRACTUAL INCOME

In the box below record the amount of income your facility received training aides from other facilities.

$

D. NUMBER OF AIDES TRAINED

COMPLETED	
1. From this facility	
2. From other facilities (f)	
DROP-OUTS	
1. From this facility	
2. From other facilities (f)	
TOTAL TRAINED	

(a) Include wages paid during the classroom portion of training. Do not include fringe benefits.
(b) Include wages paid during the clinical portion of training. Do not include fringe benefits.
(c) For in-house training programs only. Do not include fringe benefits.
(d) Allocate based on if the aide is from your facility or is being contracted to be trained in your facility. Drop-out costs can only be for costs incurred by your own aides.
(e) The total amount of Drop-out and Completed Costs for your own aides must agree with Sch. V, line 13, col. 8.
(f) Attach a schedule of the facility names and addresses of those facilities for which you trained aides.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XIV. SPECIAL SERVICES (Direct Cost) (See instructions.)

	1	2	3	4	5	6	7	8	
	Service	Schedule V Line & Column Reference	Staff		Outside Practitioner (other than consultant)		Supplies (Actual or) Allocated)	Total Units (Column 2 + 4)	Total Cost (Col. 3 + 5 + 6)	
			Units of Service	Cost	Units	Cost				
1	Licensed Occupational Therapist		hrs	$		$	$		$	1
2	Licensed Speech and Language Development Therapist		hrs							2
3	Licensed Recreational Therapist		hrs							3
4	Licensed Physical Therapist		hrs							4
5	Physician Care		visits							5
6	Dental Care		visits							6
7	Work Related Program		hrs							7
8	Habilitation		hrs							8
9	Pharmacy	39.3	# of prescrpts			360	42,888		43,248	9
10	Psychological Services (Evaluation and Diagnosis/ Behavior Modification)		hrs							10
11	Academic Education		hrs							11
12	Exceptional Care Program									12
13	Other (specify): OTHER ANCILLARY	39.2,39.3				7,222	45,968		53,190	13
14	TOTAL			$		$ 7,582	$ 88,856		$ 96,438	14

NOTE: This schedule should include fees (other than consultant fees) paid to licensed practitioners. Consultant fees should be detailed on Schedule XVIII-B. Salaries of unlicensed practitioners, such as nurse aides, who help with the above activities should not be listed on this schedule.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XV. BALANCE SHEET - Unrestricted Operating Fund. As of 12/31/00 (last day of reporting year)

This report must be completed even if financial statements are attached.

		1 Operating	2 After Consolidation*	
	A. Current Assets			
1	Cash on Hand and in Banks	$ 4,190	$	1
2	Cash-Patient Deposits	24,984		2
3	Accounts & Short-Term Notes Receivable-Patients (less allowance 15,717)	265,527		3
4	Supply Inventory (priced at COST)	19,774		4
5	Short-Term Investments			5
6	Prepaid Insurance	(2,003)		6
7	Other Prepaid Expenses			7
8	Accounts Receivable (owners or related parties)			8
9	Other(specify):			9
10	**TOTAL Current Assets (sum of lines 1 thru 9)**	$ 312,472	$	10
	B. Long-Term Assets			
11	Long-Term Notes Receivable			11
12	Long-Term Investments			12
13	Land	21,462		13
14	Buildings, at Historical Cost	837,737		14
15	Leasehold Improvements, at Historical Cost	16,103		15
16	Equipment, at Historical Cost	102,291		16
17	Accumulated Depreciation (book methods)	(122,143)		17
18	Deferred Charges	2,818,119		18
19	Organization & Pre-Operating Costs			19
20	Accumulated Amortization - Organization & Pre-Operating Costs			20
21	Restricted Funds			21
22	Other Long-Term Assets (specify):			22
23	Other(specify):			23
24	**TOTAL Long-Term Assets (sum of lines 11 thru 23)**	$ 3,673,569	$	24
25	**TOTAL ASSETS (sum of lines 10 and 24)**	$ 3,986,041	$	25

		1 Operating	2 After Consolidation*	
	C. Current Liabilities			
26	Accounts Payable	$ 760,947	$	26
27	Officer's Accounts Payable			27
28	Accounts Payable-Patient Deposits	24,984		28
29	Short-Term Notes Payable			29
30	Accrued Salaries Payable			30
31	Accrued Taxes Payable (excluding real estate taxes)			31
32	Accrued Real Estate Taxes(Sch.IX-B)	22,752		32
33	Accrued Interest Payable			33
34	Deferred Compensation			34
35	Federal and State Income Taxes			35
	Other Current Liabilities(specify):			
36	INTER CO SLP TEXAS	97,125		36
37				37
38	**TOTAL Current Liabilities (sum of lines 26 thru 37)**	$ 905,808	$	38
	D. Long-Term Liabilities			
39	Long-Term Notes Payable	4,125,951		39
40	Mortgage Payable			40
41	Bonds Payable			41
42	Deferred Compensation			42
	Other Long-Term Liabilities(specify):			
43				43
44				44
45	**TOTAL Long-Term Liabilities (sum of lines 39 thru 44)**	$ 4,125,951	$	45
46	**TOTAL LIABILITIES (sum of lines 38 and 45)**	$ 5,031,759	$	46
47	**TOTAL EQUITY(page 18, line 24)**	$ (1,045,718)	$	47
48	**TOTAL LIABILITIES AND EQUITY (sum of lines 46 and 47)**	$ 3,986,041	$	48

***(See instructions.)**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XVI. STATEMENT OF CHANGES IN EQUITY

		1 Total	
1	**Balance at Beginning of Year, as Previously Reported**	$ (410,249)	1
2	Restatements (describe):		2
3	AUDIT ADJUSTMENTS	(77,410)	3
4			4
5			5
6	**Balance at Beginning of Year, as Restated (sum of lines 1-5)**	$ (487,659)	6
	A. Additions (deductions):		
7	NET Income (Loss) (from page 19, line 43)	(558,059)	7
8	Aquisitions of Pooled Companies		8
9	Proceeds from Sale of Stock		9
10	Stock Options Exercised		10
11	Contributions and Grants		11
12	Expenditures for Specific Purposes		12
13	Dividends Paid or Other Distributions to Owners	( )	13
14	Donated Property, Plant, and Equipment		14
15	Other (describe)		15
16	Other (describe)		16
17	**TOTAL Additions (deductions) (sum of lines 7-16)**	$ (558,059)	17
	B. Transfers (Itemize):		
18			18
19			19
20			20
21			21
22			22
23	**TOTAL Transfers (sum of lines 18-22)**	$	23
24	**BALANCE AT END OF YEAR (sum of lines 6 + 17 + 23)**	$ (1,045,718)	24 *

*** This must agree with page 17, line 47.**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XVII. INCOME STATEMENT (attach any explanatory footnotes necessary to reconcile this schedule to Schedules V and VI.) All required classifications of revenue and expense must be provided on this form, even if financial statements are attached.

Note: This schedule should show gross revenue and expenses. Do not net revenue against expense.

	Revenue	1 Amount	
	A. Inpatient Care		
1	Gross Revenue -- All Levels of Care	$ 2,094,071	1
2	Discounts and Allowances for all Levels	(554,735)	2
3	**SUBTOTAL Inpatient Care (line 1 minus line 2)**	$ 1,539,336	3
	B. Ancillary Revenue		
4	Day Care		4
5	Other Care for Outpatients		5
6	Therapy	230,580	6
7	Oxygen	19,999	7
8	**SUBTOTAL Ancillary Revenue (lines 4 thru 7)**	$ 250,579	8
	C. Other Operating Revenue		
9	Payments for Education		9
10	Other Government Grants		10
11	Nurses Aide Training Reimbursements		11
12	Gift and Coffee Shop		12
13	Barber and Beauty Care	198	13
14	Non-Patient Meals	92	14
15	Telephone, Television and Radio		15
16	Rental of Facility Space		16
17	Sale of Drugs	76,574	17
18	Sale of Supplies to Non-Patients		18
19	Laboratory	22,731	19
20	Radiology and X-Ray		20
21	Other Medical Services	37,018	21
22	Laundry		22
23	**SUBTOTAL Other Operating Revenue (lines 9 thru 22)**	$ 136,613	23
	D. Non-Operating Revenue		
24	Contributions		24
25	Interest and Other Investment Income***		25
26	**SUBTOTAL Non-Operating Revenue (lines 24 and 25)**	$	26
	E. Other Revenue (specify):**		
27	**Settlement Income (Insurance, Legal, Etc.)**		27
28	**OTHER REVENUE**	400	28
28a			28a
29	**SUBTOTAL Other Revenue (lines 27, 28 and 28a)**	$ 400	29
30	**TOTAL REVENUE (sum of lines 3, 8, 23, 26 and 29)**	$ 1,926,928	30

	Expenses	2 Amount	
	A. Operating Expenses		
31	General Services	360,921	31
32	Health Care	892,614	32
33	General Administration	274,828	33
	B. Capital Expense		
34	Ownership	818,461	34
	C. Ancillary Expense		
35	Special Cost Centers	96,439	35
36	Provider Participation Fee	41,724	36
	D. Other Expenses (specify):		
37			37
38			38
39			39
40	**TOTAL EXPENSES (sum of lines 31 thru 39)***	$ 2,484,987	40
41	**Income before Income Taxes (line 30 minus line 40)****	(558,059)	41
42	**Income Taxes**		42
43	**NET INCOME OR LOSS FOR THE YEAR (line 41 minus line 42)**	$ (558,059)	43

* **This must agree with page 4, line 45, column 4.**

** **Does this agree with taxable income (loss) per Federal Income Tax Return? EXTENDED If not, please attach a reconciliation.**

*** **See the instructions. If this total amount has not been offset against interest expense on Schedule V, line 32, please include a detailed explanation.**

**** **Provide a detailed breakdown of "Other Revenue" on an attached sheet.**

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XVIII. A. STAFFING AND SALARY COSTS (Please report each line separately.)
(This schedule must cover the entire reporting period.)

		1 # of Hrs. Actually Worked	2** # of Hrs. Paid and Accrued	3 Reporting Period Total Salaries, Wages	4 Average Hourly Wage	
1	Director of Nursing			$	$	1
2	Assistant Director of Nursing					2
3	Registered Nurses	3,847	3,297	89,771	27.22	3
4	Licensed Practical Nurses	12,238	10,490	165,395	15.77	4
5	Nurse Aides & Orderlies	33,328	28,567	302,799	10.60	5
6	Nurse Aide Trainees					6
7	Licensed Therapist					7
8	Rehab/Therapy Aides					8
9	Activity Director					9
10	Activity Assistants	2,641	2,264	39,638	17.51	10
11	Social Service Workers	1,872	1,605	22,273	13.88	11
12	Dietician					12
13	Food Service Supervisor	2,078	1,781	20,178	11.33	13
14	Head Cook					14
15	Cook Helpers/Assistants	9,784	8,386	64,061	7.64	15
16	Dishwashers					16
17	Maintenance Workers	1,901	1,629	24,004	14.73	17
18	Housekeepers	8,146	6,982	57,594	8.25	18
19	Laundry	3,456	2,962	22,220	7.50	19
20	Administrator					20
21	Assistant Administrator					21
22	Other Administrative	2,000	1,714	24,482	14.28	22
23	Office Manager					23
24	Clerical					24
25	Vocational Instruction					25
26	Academic Instruction					26
27	Medical Director					27
28	Qualified MR Prof. (QMRP)					28
29	Resident Services Coordinator					29
30	Habilitation Aides (DD Homes)					30
31	Medical Records	1,888	1,618	24,134	14.91	31
32	Other Health Ca MDS/PT COORD.					32
33	Other(specify)					33
34	TOTAL (lines 1 - 33)	83,179	71,296	$ 856,549 *	$ 12.01	34

* This total must agree with page 4, column 1, line 45.

** See instructions.

B. CONSULTANT SERVICES

		1 Number of Hrs. Paid & Accrued	2 Total Consultant Cost for Reporting Period	3 Schedule V Line & Column Reference	
35	Dietary Consultant	MONTHLY	$ 4,004	1.3	35
36	Medical Director	MONTHLY	6,000	9.3	36
37	Medical Records Consultant				37
38	Nurse Consultant				38
39	Pharmacist Consultant				39
40	Physical Therapy Consultant	MONTHLY	147,987	10a.3	40
41	Occupational Therapy Consultant				41
42	Respiratory Therapy Consultant				42
43	Speech Therapy Consultant				43
44	Activity Consultant	MONTHLY	1,723	11.3	44
45	Social Service Consultant	MONTHLY	1,534	12.3	45
46	Other(specify)				46
47					47
48					48
49	TOTAL (lines 35 - 48)		$ 161,248		49

C. CONTRACT NURSES

		1 Number of Hrs. Paid & Accrued	2 Total Contract Wages	3 Schedule V Line & Column Reference	
50	Registered Nurses		$		50
51	Licensed Practical Nurses				51
52	Nurse Aides				52
53	TOTAL (lines 50 - 52)		$		53

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XIX. SUPPORT SCHEDULES

A. Administrative Salaries

Name	Function	Ownership %	Amount
			$
TOTAL (agree to Schedule V, line 17, col. 1)			
(List each licensed administrator separately.)			$

B. Administrative - Other

Description	Amount
CONTRACT SERV - BUS. OFFICE	$ 27,982
CONTRACT SERV - ADMINISTRATOR	59,688
TOTAL (agree to Schedule V, line 17, col. 3)	$ 87,670
(Attach a copy of any management service agreement)	

C. Professional Services

Vendor/Payee	Type	Amount
VARIOUS	LEGAL	$ 1,083
TOTAL (agree to Schedule V, line 19, column 3)		
(If total legal fees exceed $2500 attach copy of invoices.)		$ 1,083

D. Employee Benefits and Payroll Taxes

Description	Amount
Workers' Compensation Insurance	$ 63,311
Unemployment Compensation Insurance	9,721
FICA Taxes	57,222
Employee Health Insurance	13,957
Employee Meals	
Illinois Municipal Retirement Fund (IMRF)*	
TOTAL (agree to Schedule V, line 22, col.8)	$ 144,211

E. Schedule of Non-Cash Compensation Paid to Owners or Employees

Description	Line #	Amount
		$
TOTAL		$

* Attach copy of IMRF notifications

F. Dues, Fees, Subscriptions and Promotions

Description	Amount
IDPH License Fee	$
Advertising: Employee Recruitment	3,718
Health Care Worker Background Check	
(Indicate # of checks performed)	156
ADVERTISING - PUBLIC RELATIONS	6,982
PROF DUES/LICENSES	667
Less: Public Relations Expense	(6,982)
Non-allowable advertising	( )
Yellow page advertising	( )
TOTAL (agree to Sch. V, line 20, col. 8)	$ 4,541

G. Schedule of Travel and Seminar**

Description	Amount
Out-of-State Travel	$
In-State Travel	6,322
Seminar Expense	896
Entertainment Expense	( )
TOTAL (agree to Sch. V, line 24, col. 8)	$ 7,218

**See instructions.

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XIX-H. SUPPORT SCHEDULE - DEFERRED MAINTENANCE COSTS (which have been included in Sch. V, line 6, col. 3).
(See instructions.)

	1	2	3	4	5	6	7	8	9	10	11	12	13
	Improvement Type	Month & Year Improvement Was Made	Total Cost	Useful Life	Amount of Expense Amortized Per Year								
					FY1997	FY1998	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005
1			$		$	$	$	$	$	$	$	$	$
2													
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15													
16													
17													
18													
19													
20	TOTALS		$		$	$	$	$	$	$	$	$	$

Facility Name & ID Number MAGNOLIA WOOD HEALTH CARE CENTER # 0043596 Report Period Beginning: 01/01/00 Ending: 12/31/00

XX. GENERAL INFORMATION:

(1) Are nursing employees (RN,LPN,NA) represented by a union? **NO**

(2) Are there any dues to nursing home associations included on the cost report? **NO**
If YES, give association name and amount.

(3) Did the nursing home make political contributions or payments to a politica action organization? **NO** If YES, have these costs been properly adjusted out of the cost report?

(4) Does the bed capacity of the building differ from the number of beds licensed at the end of the fiscal year? **YES** If YES, what is the capacity? **71**

(5) Have you properly capitalized all major repairs and equipment purchases? **YES**
What was the average life used for new equipment added during this period? **12**

(6) Indicate the total amount of both disposable and non-disposable diaper expense and the location of this expense on Sch. V. $ Line

(7) Have all costs reported on this form been determined using accounting procedures consistent with prior reports? **YES** If NO, attach a complete explanation.

(8) Are you presently operating under a sale and leaseback arrangement? **NO**
If YES, give effective date of lease.

(9) Are you presently operating under a sublease agreement? YES **X** NO

(10) Was this home previously operated by a related party (as is defined in the instructions for Schedule VII)? YES NO **X** If YES, please indicate name of the facility, IDPH license number of this related party and the date the present owners took over

(11) Indicate the amount of the Provider Participation Fees paid and accrued to the Department of Public Aid during this cost report period. $ **41,724**
This amount is to be recorded on line 42 of Schedule V.

(12) Are there any salary costs which have been allocated to more than one line on Schedule V for an individual employee? **NO** If YES, attach an explanation of the allocation.

(13) Have costs for all supplies and services which are of the type that can be billed to the Department of Public Aid, in addition to the daily rate, been properly classified in the Ancillary Section of Schedule V? **YES**

(14) Is a portion of the building used for any function other than long term care services for the patient census listed on page 2, Section B? **NO** For example, is a portion of the building used for rental, a pharmacy, day care, etc.) If YES, attach a schedule which explains how all related costs were allocated to these functions

(15) Indicate the cost of employee meals that has been reclassified to employee benefits on Schedule V. $ **0** Has any meal income been offset against related costs? **YES** Indicate the amount. $ **92**

(16) Travel and Transportation
a. Are there costs included for out-of-state travel? **NO**
If YES, attach a complete explanation.
b. Do you have a separate contract with the Department to provide medical transportation for residents? **NO** If YES, please indicate the amount of income earned from such a program during this reporting period. $
c. What percent of all travel expense relates to transportation of nurses and patients? **IMMATERI**
d. Have vehicle usage logs been maintained? **YES**
e. Are all vehicles stored at the nursing home during the night and all other times when not in use? **YES**
f. Has the cost for commuting or other personal use of autos been adjusted out of the cost report? **NO - MINOR**
g. Does the facility transport residents to and from day training? NO
Indicate the amount of income earned from providing such transportation during this reporting period. $

(17) Has an audit been performed by an independent certified public accounting firm? **NO**
Firm Name: The instructions for the cost report require that a copy of this audit be included with the cost report. Has this copy been attached? If no, please explain.

(18) Have all costs which do not relate to the provision of long term care been adjusted out of Schedule V? **YES**

(19) If total legal fees are in excess of $2500, have legal invoices and a summary of services performed been attached to this cost report? **N/A**
Attach invoices and a summary of services for all architect and appraisal fees.